

Message Text

UNCLASSIFIED

PAGE 01 LUXEMB 00555 150807Z
ACTION EUR-12

INFO OCT-01 IO-14 ISO-00 AID-05 CEA-01 CIAE-00 COME-00
EB-07 FRB-01 INR-07 NSAE-00 EPG-02 SP-02 STR-04
TRSE-00 LAB-04 SIL-01 OMB-01 PA-02 PRS-01 USIA-15
/080 W

-----064310 150819Z /20

R 141702Z JUL 77

FM AMEMBASSY LUXEMBOURG

TO SECSTATE WASHDC 5832

INFO AMEMBASSY BONN

AMEMBASSY BRUSSELS

AMEMBASSY COPENHAGEN

AMEMBASSY DUBLIN

USMISSION GENEVA

AMEMBASSY LONDON

AMEMBASSY PARIS

AMEMBASSY ROME

AMEMBASSY THE HAGUE

UNCLAS LUXEMBOURG 0555

USEEC

USOECD

E.O. 11652: NA

TAGS: ECON, EALR, EINV, ELAB, LU

SUB: GOL ANNOUNCES ACTION PLAN FOR FULL EMPLOYMENT
AND ECONOMIC GROWTH

1. SINCE MID-APRIL, A TRIPARTITE CONFERENCE OF LUXEMBOURG
GOVERNMENT EMPLOYER AND LABOR UNION REPRESENTATIVES
UNDER THE DIRECTION OF PRESIDENT GASTON THORN HAS MET
TO ANALYZE THE NATIONS'S ECONOMIC SITUATION. PARTICULAR
EMPHASIS WAS PLACED ON MAINTAINING THE GRAD DUCHY'S
TRADITIONAL POLICY OF FULL EMPLOYMENT AS WELL AS THE
UNCLASSIFIED

UNCLASSIFIED

PAGE 02 LUXEMB 00555 150807Z

COMPETITIVENESS OF ITS INDUSTRY. THE PARTICIPANTS NOTED THAT
THE STRUCTURAL RE-
ADJUSTMENT OF LUXEMBOURG'S STEEL INDUSTRY,
PARTICULARLY, REQUIRES IMMEDIATE ACTION TO ENCOURAGE
JOB-GENERATING INVESTMENT AND THE ESTABLISHMENT OF
NEW INDUSTRIES.

2. THE CONCLUSIONS OF THE CONFERENCE
PRODUCED A SERIES OF MEASURES - KEYED TO UNEMPLOYMENT
THRESHOLDS - GRANTING THE GOL ADDITIONAL AUTHORITY IN
THE ECONOMIC AND LABOR FIELDS. PRINCIPAL MEASURES
INCLUDE THE CREATION OF A NATIONAL SOCIETY FOR CREDIT
AND INVESTMENT, AN IMMEDIATE INCREASE OF TAX CREDIT
ON INCREMENTAL INVESTMENT, BANS (WITH CERTAIN EX-
CEPTIONS) ON OVERTIME WORK, SALARIED EMPLOYMENT OF
RETIRED PERSONS WITH ABOVE MINIMUM WAGE INCOMES, AND
FURTHER IMMIGRATION BY FOREIGN WORKERS (NON-EC), AND -
ULTIMATELY - THE POSSIBILITY OF RENEGOTIATING LABOR
CONTRACTS TO REDUCE PRODUCTION COSTS ON A CASE-BY-
CASE BASIS WITH COMPANIES IN DIFFICULTIES.

3. THE ACTION PLAN AUTHORITY
TAKES EFFECT IMMEDIATELY AFTER
PARLIAMENTARY RATIFICATION AND WILL EXPIRE ON DEC. 31,
1979, I.E. ABOUT SIX MONTHS AFTER THE NEXT NATIONAL
ELECTION, OR EARLIER SHOULD ECONOMIC RECOVERY OCCUR
PRIOR TO PRESENT EXPECTATIONS. (DETAILS WILL BE
TRANSMITTED VIA AIRGRAM.) LOWENSTEIN

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: EMPLOYMENT, ECONOMIC DEVELOPMENT, FULL EMPLOYMENT, ECONOMIC PROGRAMS
Control Number: n/a
Copy: SINGLE
Sent Date: 14-Jul-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01-Jan-1960 12:00:00 am
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977LUXEMB00555
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770252-0333
Format: TEL
From: LUXEMBOURG USEEC
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770758/aaaabxzg.tel
Line Count: 83
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 1988566b-c288-dd11-92da-001cc4696bcc
Office: ACTION EUR
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 04-Jan-2005 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 1863325
Secure: OPEN
Status: NATIVE
Subject: GOL ANNOUNCES ACTION PLAN FOR FULL EMPLOYMENT AND ECONOMIC GROWTH
TAGS: ECON, EALR, EINV, ELAB, LU
To: STATE
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/1988566b-c288-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
22 May 2009
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009